



October 25, 2003

**Notice of Recoupment Changes for Outstanding Accounts Receivable**

Dear Medicaid and PeachCare for Kids Providers

Effective October 18 2003, DCH will begin to increase recoupment efforts related to prospective payments that were issued to providers due to transition and system issues. DCH has decided to initially collect any Accounts Receivable that is \$500 or less. For providers who fall into this category, DCH will recoup 100% of any paid claims beginning with the 10/27/03 payment cycle until the account receivable has been satisfied in the system.

The recoupment strategy will remain unchanged for all other providers at this time. For those providers continuing to receive prospective payments, the prospective payments will be offset by 100% of the paid claim amount processed in the payment cycle.

For providers other than those covered by the scenarios listed above, DCH will apply 10 percent (10%) of your paid claims total from this cycle to previously paid prospective payments. The amount will be applied to any account receivable that has been established as a result of the department making prospective payments during the transition to ACS/GHP. These adjustments will appear on your RA as a Financial Transaction.

DCH will communicate additional recoupment strategies prior to their effective date in the near future.

Thank you for your continued participation and support of the Georgia Medicaid and PeachCare for Kids Programs.